United States Department of State



Washington, D.C. 20520

OCT = 6 2004

Dear Mr. Speaker:

Pursuant to Section 36(c) of the Arms Export Control Act, I am transmitting, herewith, certification of a proposed license for export of defense articles or defense services sold commercially under a contract in the amount of \$50,000,000 or more.

The transaction described in the attached certification involves the transfer of technical data, assistance and defense articles to Israel for the sale of the MATBAT Phase II combat simulator for the Israeli Ministry of Defense.

The United States Government is prepared to license the export of these items having taken into account political, military, economic, human rights and arms control considerations.

More detailed information is contained in the formal certification which, though unclassified, contains business information submitted to the Department of State by the applicant, publication of which could cause competitive harm to the United States firm concerned.

Sincerely,

Paul V. Kelly

Assistant Secretary

Legislative Affairs

Enclosure:

Transmittal No. DDTC 049-04A

The Honorable

J. Dennis Hastert,

Speaker of the House of Representatives.